

**BEFORE THE POSTAL RATE COMMISSION
WASHINGTON, D.C. 20268-0001**

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| Postal Rate Commission Submitted 6/22/2006 2:15 pm Filing ID: 49745 Accepted 6/22/2006 |
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Postal Rate and Fee Changes, 2006

Docket No. R2006-1

**INTERROGATORIES AND REQUESTS FOR PRODUCTION
OF DOCUMENTS OF PITNEY BOWES INC. TO UNITED STATES
POSTAL SERVICE WITNESS RICHARD G. LOUTSCH
(PB/USPS-T6-1-4)**

Pursuant to Rules 25 through 28 of the Rules of Practice of the Postal Rate Commission, Pitney Bowes Inc. ("Pitney Bowes") directs the following interrogatories and requests for production of documents to United States Postal Service Witness Richard G. Loutsch. If the witness cannot answer a question or subpart, we request that the Postal Service answer through another witness or submit an institutional response.

Respectfully submitted,

/s/
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Counsel to PITNEY BOWES INC.

DATED: June 22, 2006

PB/USPS-T6-1. Please confirm that the need for a contingency could be caused by Test Year After Rates (“TYAR”) costs higher than those predicted by the Postal Service. If you cannot confirm, please explain fully.

PB/USPS-T6-2. Please confirm that the need for a contingency could be caused by TYAR revenues lower than those predicted by the Postal Service. If you cannot confirm, please explain fully.

PB/USPS-T6-3. Please confirm that to provide an “adequate contingency” which is “essential to achieving financial stability and long-run break even” you have included a contingency of \$767 million in TYAR, which effectively increases estimated TYAR costs by 1 percent. If you cannot confirm, please explain fully.

PB/USPS-T6-4. Please confirm that the costs of the unforeseen and unforeseeable events that create the need for the contingency will be randomly distributed across cost segments and components. If you cannot confirm, please explain fully.